## **Fiscal Note**

## SF3949 - 0 - High Voltage Transmission Line Modifications

Chief Author:Jennifer McEwenCommitee:Energy, Utilities, Environment and ClimateDate Completed:2/26/2024 4:01:02 PMAgency:Public Utilities Commission

State Fiscal Impact	Yes	No
Expenditures		х
Fee/Departmental Earnings		х
Tax Revenue		х
Information Technology		х
Local Fiscal Impact		х

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions shown in the parentheses.

State Cost (Savings)		Biennium		Biennium	
Dollars in Thousands	FY2023	FY2024	FY2025	FY2026	FY2027
Total	-	-	-	-	-
В	Biennial Total		-		-

Full Time Equivalent Positions (FTE)		Biennium		Biennium	
	FY2023	FY2024	FY2025	FY2026	FY2027
Total	-	-	-	-	-

# LBO Analyst's Comment

I have reviewed this fiscal note for reasonableness of content and consistency with the LBO's Uniform Standards and Procedures.

LBO Signature:	Karl Palm	Date:	2/26/2024 4:01:02 PM
Phone:	651-296-6055	Email:	karl.palm@lbo.mn.gov

## State Cost (Savings) Calculation Details

This table shows direct impact to state government only. Local government impact, if any, is discussed in the narrative. Reductions are shown in parentheses.

\*Transfers In/Out and Absorbed Costs are only displayed when reported.

State Cost (Savings) = 1-2		Biennium		Biennium		
Dollars in Thousands		FY2023	FY2024	FY2025	FY2026	FY2027
	Total	-	-	-	-	-
	Bier	nnial Total		-		-
1 - Expenditures, Absorbed Costs*, Tra	Insfers Out*					
	Total	-	-	-	-	-
	Bier	nnial Total		-		-
2 - Revenues, Transfers In*						
	Total	-	-	-	-	-
	Bier	nnial Total		-		-

## **Bill Description**

This bill sets a policy preference for siting of high-voltage transmission lines (HVTLs) and modifies relocation reimbursement provisions.

Under current state law, when a utility facility needs to be relocated due to highway construction, the owner or operator of the utility facility may be reimbursed for the cost of relocation through state trunk highway funds. For HVTLs, this reimbursement is only available if the entity receiving the route permit provides retail electric service in Minnesota.

Section 1 states that HVTLs that receive a route permit on or after July 1, 2024, are not eligible for relocation reimbursement.

Section 2 establishes a policy preference that HVTLs should be sited, to the greatest extent possible and consistent with other considerations, in the following order of preference:

- 1. Existing utility corridors;
- 2. Interstate, freeway, and state trunk highway and railroad corridors;
- 3. Recreational trails, provided that the transmission lines are constructed below ground and do not significantly impact environmentally sensitive areas; and
- 4. New corridors.

#### **Assumptions**

The PUC issues route permits for high-voltage transmission lines (HVTLs) under Minn. Stat. Chapter 216E. The policy preferences established in this bill would impact the development and consideration of route alternatives, which is part of the record development process. The PUC anticipates that these issues would be raised during the regular course of HVTL dockets and would not have an additional fiscal impact.

#### Expenditure and/or Revenue Formula

Long-Term Fiscal Considerations

#### Local Fiscal Impact

**References/Sources** 

Agency Contact: Lauren Bethke

Agency Fiscal Note Coordinator Signature: Kay Urquhart

Phone: 651-201-2222

Date: 2/26/2024 9:34:01 AM Email: kay.urquhart@state.mn.us